

Student Loan Backed Securities Monitoring Report Form

FFELP Worksheet

Issuer : Kentucky Higher Education Student Loan Corporation

Indenture Name 1997 General Bond Resolution

Reporting Period : September 30, 2008

Student Loan Pool Data-FFELP**I. Pool Size (\$)**

| | <i>Principal Only</i> | <i>Principal Plus Capitalized Interest</i> | <i>Weighted Average Interest Rate (%)</i> |
|--------------------------|-----------------------|--|---|
| <i>Beginning Balance</i> | | | |
| <i>Loans Added</i> | | | |
| <i>Loans Repaid</i> | | | |
| <i>Ending Balance</i> | | 826,974,472 | |

Parity Levels

| | <u>Beginning of Period</u> | <u>End of Period</u> |
|---------------------------------|----------------------------|----------------------|
| Total Assets/Senior Liabilities | % | % |
| Total Assets/Total Liabilities | % | % |

II. Loans by Program Type

| | <u>Beginning of the period</u> | | <u>Additions during Period</u> | <u>Loans Repaid during the Period</u> | <u>End of Period Balance</u> | <u># of Borrowers</u> | <u>Average Coupon</u> |
|------------------------------|--------------------------------|---|--------------------------------|---------------------------------------|------------------------------|-----------------------|-----------------------|
| | \$ | % | \$ | \$ | \$ | | |
| <i>Subsidized Stafford</i> | | | | | 226,274,086 | | |
| <i>Unsubsidized Stafford</i> | | | | | 209,387,986 | | |
| <i>SLS</i> | | | | | 431,253 | | |
| <i>PLUS</i> | | | | | 17,948,617 | | |
| <i>HEAL</i> | | | | | | | |
| <i>Consolidation</i> | | | | | 372,932,531 | | |
| Total | | | | | 826,974,472 | | |

III. Loans by School Type-FFELP

| | <u>Beginning of the period</u> | | <u>Additions during Period</u> | <u>Loans Repaid during the Period</u> | <u>End of Period Balance</u> | <u># of Borrowers</u> |
|-----------------------------|--------------------------------|---|--------------------------------|---------------------------------------|------------------------------|-----------------------|
| | \$ | % | \$ | \$ | \$ | |
| <i>4-Year</i> | | | | | 359,050,477 | |
| <i>2-Year</i> | | | | | 43,125,957 | |
| <i>Proprietary</i> | | | | | 51,865,507 | |
| <i>Other/ Consolidation</i> | | | | | 372,932,531 | |
| Total | | | | | 826,974,472 | |

IV. Loan Status-FFELP

| | <u>Beginning of the period</u> | | <u>Additions during Period</u> | <u>Loans Repaid during the Period</u> | <u>End of Period Balance</u> | <u># of Borrowers</u> |
|--------------------|--------------------------------|---|--------------------------------|---------------------------------------|------------------------------|-----------------------|
| | \$ | % | \$ | \$ | \$ | |
| <i>In School</i> | | | | | 120,887,721 | 15,940 |
| <i>Grace</i> | | | | | 57,415,122 | 7,040 |
| <i>Deferment</i> | | | | | 144,375,868 | 15,679 |
| <i>Forbearance</i> | | | | | 94,523,362 | 8,012 |
| <i>Repayment</i> | | | | | 409,772,399 | 52,582 |
| Total | | | | | 826,974,472 | 99,253 |

V. Loans By Guarantor-FFELP

| | \$ | % of loans | Weighted Avg. Guarantee % |
|-------------------|--------------------|----------------|---------------------------|
| FFELP Guarantor 1 | 1,100,512 | 0.13% | |
| FFELP Guarantor 2 | 279,874 | 0.03% | |
| FFELP Guarantor 3 | 825,301,054 | 99.80% | |
| FFELP Guarantor 4 | 1,568 | 0.00% | |
| FFELP Guarantor 5 | 17,447 | 0.00% | |
| FFELP Guarantor 6 | 83,217 | 0.01% | |
| FFELP Guarantor 7 | 190,801 | 0.02% | |
| Private Guarantor | | | |
| Total | 826,974,472 | 100.00% | |

VI. Payment Status-FFELP

| Delinquency Bucket (days) | 31-60 | 61-90 | 91-120 | 121-180 | 180-270 | 270+ | Totals |
|---------------------------|------------|------------|------------|------------|------------|-----------|------------|
| By ending balance, \$ | 22,400,584 | 11,389,086 | 13,228,640 | 21,043,250 | 17,351,414 | 2,234,399 | 87,647,373 |
| By ending balance, % | 25.6% | 13.0% | 15.1% | 24.0% | 19.8% | 2.5% | 100% |
| # of Loans | 5,409 | 3,248 | 3,185 | 5,628 | 4,917 | 747 | 23,134 |

VII. Credit Support-FFELP

| | Beginning Balance | | Withdrawals | - | Ending Balance |
|--------|-------------------|---|-------------|---|----------------|
| | \$ | % | \$ | | \$ |
| Type 1 | | | | | |
| Type 2 | | | | | |
| Type 3 | | | | | |

VIII. Servicer Information-FFELP**Servicer # 1.**

| | # of Loans Serviced | \$ amount of loans Serviced | % of Portfolio Serviced | \$ Amt. of claims filed during reporting period | Claims Paid during reporting period | Claims rejected status at end of period (1) | Claims outstanding at end of period (2) |
|--------------|---------------------|-----------------------------|-------------------------|---|-------------------------------------|---|---|
| FFELP Loans | 170,980 | \$826,974,472 | 100% | | | | |
| HEAL Loans | | | | | | | |
| Other Loans | | | | | | | |
| Total | 170,980 | \$826,974,472 | 100% | | | | |